#### COMMONWEALTH OF KENTUCKY

### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| THE NOTICE OF PURCHASED GAS | ) |                     |
|-----------------------------|---|---------------------|
| ADJUSTMENT FILING OF MIKE   | ) | CASE NO. 2005-00550 |
| LITTLE GAS COMPANY, INC.    | ) |                     |

## ORDER

On October 22, 2003, in Case No. 2003-00141,<sup>1</sup> the Commission approved rates for Mike Little Gas Company, Inc. ("Mike Little"), and provided for their further adjustment in accordance with Mike Little's gas cost adjustment ("GCA") clause.

On December 29, 2005, Mike Little filed its proposed GCA to be effective February 1, 2006. On January 19, 2006, Mike Little supplied revised information for its filing.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

- 1. Mike Little's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
- 2. Mike Little's expected gas cost ("EGC") is \$16.0336 per Mcf, which is a decrease of 72.11 cents per Mcf from the previous EGC of \$16.7547.
- 3. Mike Little's notice sets out no current quarter refund adjustment ("RA"), and it had no RAs from previous quarters.

<sup>&</sup>lt;sup>1</sup> Case No. 2003-00141, Application of Mike Little Gas Company, Inc. for an Adjustment of Rates Pursuant to the Alternative Rate Filing Procedure for Small Utilities, Order dated October 22, 2003.

4. Mike Little's notice sets out a current quarter actual adjustment ("AA") of 30.62 cents per Mcf. Mike Little's notice sets out a total AA of 59.69 cents per Mcf,

which is an increase of 20.2 cents per Mcf from the previous total AA.

5. Mike Little's GCA is \$16.6305 per Mcf, which is 51.91 cents per Mcf less

than the previous rate of \$17.1496.

6. The rates in the Appendix to this Order are fair, just, and reasonable, and

should be approved for billing for service rendered by Mike Little on and after February

1, 2006.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix, attached hereto and incorporated herein, are

approved for billing for service rendered on and after February 1, 2006.

2. Within 20 days of the date of this Order, Mike Little shall file with this

Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 31st day of January, 2006.

By the Commission

ATTEST:

Executive Director

## **APPENDIX**

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2005-00550 DATED January 31, 2006

The following rates and charges are prescribed for the customers in the area served by Mike Little Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

|  | Base Rate        | <u>Rate</u>          | <u>Total</u>         |
|--|------------------|----------------------|----------------------|
| First 1 Mcf – Minimum Bill<br>Over 1 Mcf | \$5.50<br>4.3271 | \$16.6305<br>16.6305 | \$22.1305<br>20.9576 |